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House File No. 3024

FIRST COMMITTEE ENGROSSMENT

A bill for an act

relating to labor and industry; modifying the requirements of the Manufactured

February	16.	2010

Authored by Murdock, Solberg, Atkins, Sanders and Davids
The bill was read for the first time and referred to the Committee on Commerce and Labor

Referred by Chair to Labor and Consumer Protection Division.

March 5, 2010

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Returned to the Committee on Commerce and Labor as Amended.

1.3 1.4 1.5 1.6	Home Building Code; amending Minnesota Statutes 2008, sections 327.31, subdivision 17, by adding subdivisions; 327.32, subdivision 1, by adding subdivisions; repealing Minnesota Statutes 2008, sections 327.32, subdivision 4; 327C.07, subdivisions 3, 3a, 8.
1.7	BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF MINNESOTA:
1.8	Section 1. Minnesota Statutes 2008, section 327.31, subdivision 17, is amended to read:
1.9	Subd. 17. Installation. "Installation" of a manufactured home means assembly
1.10	installation or reinstallation, at the site of occupancy, of all portions of a manufactured
1.11	home, connection of the manufactured home to existing utility connections and installation
1.12	of support and/or anchoring systems.
1.13	Sec. 2. Minnesota Statutes 2008, section 327.31, is amended by adding a subdivision
1.14	to read:
1.15	Subd. 21. Used manufactured home. "Used manufactured home" means a home
1.16	being offered for sale not less than 24 months after the first purchaser took legal ownership
1.17	or possession of the home.
1.18	Sec. 3. Minnesota Statutes 2008, section 327.31, is amended by adding a subdivision
1.19	to read:
1.20	Subd. 22. Seller. "Seller" means either the homeowner, manufactured home retailer
1.21	or dealer, broker, or limited dealer or retailer.
1.22	Sec. 4. Minnesota Statutes 2008, section 327.32, subdivision 1, is amended to read:

Sec. 4. 1

2.1	Subdivision 1. Requirement; new manufactured homes. No person shall sell;
2.2	or offer for sale, in this state, any <u>new</u> manufactured home manufactured after July 1,
2.3	1972, or manufacture any manufactured home in this state or install for occupancy any
2.4	manufactured home manufactured after July 1, 1972, in any manufactured home park in
2.5	this state unless the manufactured home complies with the Manufactured Home Building
2.6	Code and: bears a label as required by the secretary.
2.7	(a) bears a seal issued by the commissioner, and is, whenever possible, accompanied
2.8	by a certificate by the manufacturer or dealer, both evidencing that it complies with the
2.9	Manufactured Home Building Code; or
2.10	(b) if manufactured after June 14, 1976, bears a label as required by the secretary.
2.11	Sec. 5. Minnesota Statutes 2008, section 327.32, is amended by adding a subdivision
2.12	to read:
2.13	Subd. 1a. Requirement; used manufactured homes. No person shall sell or
2.14	offer for sale in this state any used manufactured home manufactured after June 14,
2.15	1976, or install for occupancy any used manufactured home manufactured after June
2.16	14, 1976, unless the used manufactured home complies with the Notice of Compliance
2.17	Form as provided in this subdivision. If manufactured after June 14, 1976, the home
2.18	must bear a label as required by the secretary. The Notice of Compliance Form shall be
2.19	signed by the seller and purchaser indicating which party is responsible for either making
2.20	or paying for any necessary corrections prior to the sale and transferring ownership of
2.21	the manufactured home.
2.22	The Notice of Compliance Form shall be substantially in the following form:
2.23	"Notice of Compliance Form as required in Minnesota Statutes,
2.24	section 327.32, subdivision 1.
2.25	This notice must be completed and signed by the purchaser(s) and the seller(s) of the
2.26	used manufactured home described in the purchase agreement and on the bottom of this
2.27	notice before the parties transfer ownership of a used manufactured home constructed
2.28	after June 14, 1976.
2.29	Electric ranges and clothes dryers must have required four-conductor cords and plugs.
2.30	Complies Correction required
2.31	Initialed by Responsible Party: Buyer Seller
2.32	Solid fuel-burning fireplaces or stoves must be listed for use in manufactured homes, Code
2.33	of Federal Regulations, title 24, section 3280.709(g), and installed correctly in accordance

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Sec. 5. 3

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Initialed by Responsible Party: Buyer Seller

The home complies with the snowload and	heat zone requirements for the state of
Minnesota as indicated by the data plate.	
Complies	Correction required
Initialed by Responsible Party: Buyer	<u>Seller</u>
The parties to this agreement have initialed	all required sections and agree by their
signature to complete any necessary correcti	ions prior to the sale or transfer of ownership
of the home described below as listed in the	purchase agreement. The state of Minnesota
or a local building official has the authority t	to inspect the home in the manner described in
Minnesota Statutes, section 327.33, prior to	or after the sale to ensure compliance was
properly executed as provided under the Ma	nufactured Home Building Code.
Signature of Purchaser(s) of Home	
date	date
<u></u>	<u> </u>
Print name as appears on purchase agreement	Print name as appears on purchase agreement
Signature of Seller(s) of Home	
date	date
<u></u>	<u></u>
(City/State/Zip)	•••••••••••••••••••••••••••••••••••••••
Name of manufacturer of home	
Model and Year	·····
Serial Number	
Sec. 6. Minnesota Statutes 2008, section	327.32, is amended by adding a subdivision
to read:	
Subd. 1b. Alternative design plan.	An alternative frost-free design slab that is
submitted to the department, stamped by a li	icensed professional engineer or architect, and
is in compliance with the federal installation	standards in effect at the date of manufacture
or the Minnesota State Building Code, wher	n applicable, shall be issued a permit by the
department within ten days.	
Sec. 7. Minnesota Statutes 2008, section	
	327.32, is amended by adding a subdivision
to read:	327.32, is amended by adding a subdivision
to read: <u>Subd. 1c.</u> Manufacturer's installation	

Sec. 7. 4 5.1

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installed in compliance	with the	manufacturer's	installation	instructions	in effect	at the
				111011111111111111111111111111111111111		

Sec. 8. Minnesota Statutes 2008, section 327.32, is amended by adding a subdivision 5.3 to read: 5.4

date of manufacture or, when applicable, the Minnesota State Building Code.

- Subd. 1d. Manufacturer's installation instructions; used multisection homes. All used multisection manufactured homes shall be installed in compliance with either the manufacturer's installation instructions in effect at the date of manufacture, approved addenda or, when applicable, the Minnesota State Building Code.
- Sec. 9. Minnesota Statutes 2008, section 327.32, is amended by adding a subdivision to read:
- Subd. 1e. Reinstallation requirements for single-section used manufactured **homes.** (a) All single-section used manufactured homes reinstalled less than 24 months from the date of installation by the first purchaser must be reinstalled in compliance with subdivision 1c. All single-section used manufactured homes reinstalled more than 24 months from the date of installation by the first purchaser may be reinstalled without a frost-protected foundation if the home is reinstalled in compliance with Minnesota Rules, chapter 1350, for above frost-line installations and the notice requirement of subdivision 1f is complied with by the seller and the purchaser of the single-section used manufactured home.
- (b) The installer shall affix an installation seal issued by the department to the outside of the home as required by the Minnesota State Building Code. The certificate of installation issued by the installer of record shall clearly state that the home has been reinstalled with an above frost-line foundation. Fees for inspection of a reinstallation and for issuance of reinstallation seals shall follow the requirements of sections 326B.802 to 326B.885. Fees for review of plans, specifications, and on-site inspections shall be those as specified in section 326B.153, subdivision 1, paragraph (c). Whenever an installation certificate for an above frost-line installation is issued to a single-section used manufactured home being listed for sale, the purchase agreement must disclose that the home is installed on a nonfrost-protected foundation and recommend that the purchaser have the home inspected to determine the effects of frost on the home.
- Sec. 10. Minnesota Statutes 2008, section 327.32, is amended by adding a subdivision 5.31 to read: 5.32

Sec. 10. 5 6.1

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REVISOR

Subd. 1f. Notice requirement. The seller of the single-section used manufactured home being reinstalled under subdivision 1e shall provide the following notice to the purchaser and secure signatures of all parties to the purchase agreement on or before signing a purchase agreement prior to submitting an application for an installation certificate. Whenever a current owner of a manufactured home reinstalls the manufactured home under subdivision 1e, the current owner is not required to comply with the notice requirement under this subdivision. The notice shall be in at least 14-point font, except the heading, "WHICH MAY VOID WARRANTY," must be in capital letters, in 20-point font. The notice must be printed on a separate sheet of paper in a color different than the paper on which the purchase agreement is printed. The notice becomes a part of the purchase agreement, and it shall be substantially in the following form: "Notice of Reinstalling of a Single-Section Used Manufactured **Home Above Frost-Line**; WHICH MAY VOID WARRANTY It is recommended that the single-section used manufactured home being reinstalled follow the instructions in the manufacturer's installation manual. By signing this notice, the purchaser(s) are acknowledging they have elected to use footings placed above the local frost line in accordance with the Minnesota State Building Code. The seller has explained the differences between the manufacturer's installation instructions and the installation system selected by the purchaser(s) with respect to possible effects of frost on the manufactured home. The purchaser(s) acknowledge by signing this notice that there is no manufacturer's original warranty remaining on the home and recognize that any other extended or ancillary warranty could be adversely affected if any applicable warranty stipulates that the home be installed in accordance with the manufacturer's installation manual to remain effective. After the reinstallation of the manufactured home, it is highly recommended that the purchaser(s) have a licensed manufactured home installer recheck the home's installation for any releveling needs or anchoring system adjustments each freeze-thaw cycle. The purchaser(s) of the used manufactured home described below that is being reinstalled acknowledge they have read this notice and have been advised to contact the manufacturer of the home and/or the Department of Labor and Industry if they desire additional information before signing this notice. It is the intent of this notice to inform the purchaser(s) that the purchaser(s) elected not to use a frost-protected foundation system for the reinstallation of the manufactured home as originally required by the home's installation manual.

Sec. 10. 6

7.1	Plain language notice.		
7.2	I understand that because this home will be installed with footings placed above the		
7.3	local frost-line, this home may be subject to adverse effects from frost heave that may		
7.4	damage this home. Purchaser(s) initials:		
7.5	I understand that the installation of this home with footings placed above the local		
7.6	frost-line could affect my ability to obtain a mortgage or mortgage insurance on this		
7.7	home. Purchaser(s) initials:		
7.8	I understand that the installation of this home with footings placed above the local		
7.9	frost-line could void my warranty on the home if any warranty is still in place on this		
7.10	home. Purchaser(s) initials:		
7.11	Signature of Purchaser(s)		
7.12	datedatedate		
7.13	<u></u>		
7.14	<u>Print name</u> <u>Print name</u>		
7.15	(Street address of location where		
7.16	manufactured home is being reinstalled)		
7.17			
7.18	(City/State/Zip)		
7.19	Name of manufacturer of home		
7.20	Model and year		
7.21	Serial number		
7.22	Name of licensed installer and license number or homeowner responsible for the		
7.23	installation of the home as described above.		
7.24	Installer name:		
7.25	License number:"		
7.26	Sec. 11. REPEALER.		
7.27	Minnesota Statutes 2008, sections 327.32, subdivision 4; and 327C.07, subdivisions		
7.28	3. 3a. and 8. are repealed.		

Sec. 11. 7